

BUDGET STABILIZATION FUND

State Investment Board Balance Sheet As of 10/31/2007

| | As of <u>10-31-07</u> | As of <u>6-30-07</u> |
|--|--------------------------|-------------------------|
| ASSETS: | | |
| INVESTMENTS (AT MARKET) | | |
| DOMESTIC FIXED INCOME | 164,012,010 | 68,136,288 |
| INVESTED CASH (NOTE 1) | <u>35,573,047</u> | <u>30,885,108</u> |
| TOTAL INVESTMENTS | 199,585,057 | 99,021,396 |
| RECEIVABLES | | |
| DIVIDEND/INTEREST RECEIVABLE | 1,141,622 | 854,103 |
| MISCELLANEOUS RECEIVABLE | <u>148</u> | <u>122</u> |
| TOTAL RECEIVABLES | 1,141,770 | 854,225 |
| OTHER ASSETS | | |
| OPERATING CASH | <u>4,137</u> | <u>2,074</u> |
| TOTAL ASSETS | <u>\$ 200,730,964</u> | <u>\$ 99,877,695</u> |
| LIABILITIES: | | |
| ACCOUNTS PAYABLE | 180 | 543 |
| ACCRUED EXPENSES | 1,679 | 1,149 |
| INVESTMENT EXPENSE PAYABLE | <u>0</u> | <u>0</u> |
| TOTAL LIABILITIES | 1,859 | 1,692 |
| NET ASSETS AVAILABLE: | | |
| NET ASSETS AVAILABLE BEGIN OF YEAR | 99,876,003 | 99,876,516 |
| CASH IN DURING YEAR (NOTE 2) | 100,527,369 | 0 |
| CASH OUT DURING YEAR (NOTE 3) | 959,427 | 4,981,500 |
| NET INCREASE (DECREASE) | <u>1,285,160</u> | <u>4,980,987</u> |
| NET ASSETS AVAILABLE END OF PERIOD | <u>200,729,105</u> | <u>99,876,003</u> |
| TOTAL LIABILITIES & NET ASSETS AVAILABLE | <u>\$ 200,730,964</u> | <u>\$ 99,877,695</u> |

BUDGET STABILIZATION FUND

State Investment Board Profit and Loss Statement For the Month Ended 10/31/2007

| | Month Ended <u>10-31-07</u> | <u>Year-to-Date</u> |
|--------------------------------------|--------------------------------|-------------------------|
| ADDITIONS: | | |
| INVESTMENT INCOME | | |
| INTEREST/DIVIDEND INCOME | \$ 808,716 | \$ 3,247,308 |
| SECURITIES LENDING INCOME | <u>0</u> | <u>0</u> |
| | 808,716 | 3,247,308 |
| GAIN ON SALE OF INVESTMENTS | 9 | 12,056 |
| LOSS ON SALE OF INVESTMENTS | <u>131</u> | <u>73,686</u> |
| NET GAINS (LOSSES) INVESTMENTS | (122) | (61,630) |
| INVESTMENT EXPENSES | 0 | 0 |
| SECURITIES LENDING EXPENSES | <u>0</u> | <u>0</u> |
| NET INVESTMENT INCOME | 808,594 | 3,185,678 |
| NET APPREC (DEPREC) MARKET VALUE | 239,327 | (1,897,431) |
| MISCELLANEOUS INCOME/(EXPENSE) | <u>64</u> | <u>149</u> |
| TOTAL INVESTMENT INCOME | <u>1,047,985</u> | <u>1,288,396</u> |
| DEDUCTIONS: | | |
| ADMINISTRATIVE EXPENSES | 1,590 | 3,236 |
| NET INCREASE (DECREASE) | <u>\$ 1,046,395</u> | <u>\$ 1,285,160</u> |

BUDGET STABILIZATION FUND
Notes To Financial Statements
October 31, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.